

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

M

W-01472A
Mormon Lake Water Co.
P.O. Box 29041
Phoenix AZ 85038

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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RECEIVED

APR 18 2005

AZ Corporation Commission
Director Of Utilities

FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) Mormon Lake Water Company

Mailing Address P.O. Box 29041 (Please mail all forms to this address)
(Street)

Phoenix
(City)

AZ
(State)

85038
(Zip)

(480) 998-8888 (480) 607-8644
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address P.O. Box 38012
(Street)

Mormon Lake
(City)

AZ
(State)

86038
(Zip)

(928) 354-2227 (928) 354-2356
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Scott Gold President
(Name) (Title)

P.O. Box 38012
(Street)

Mormon Lake
(City)

AZ
(State)

86038
(Zip)

(928) 354-2227 (928) 354-2356
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Jim Sorgatz
(Name)

P.O. Box 38012
(Street)

Mormon Lake
(City)

AZ
(State)

86038
(Zip)

(928) 354-2227 (928) 354-2356 (602) 593-9390
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Navaz Ghaswala
(Name)
7501 E. McCormick Pkwy Scottsdale AZ 85258
(Street) (City) (State) (Zip)
(480) 998-8888 (480) 998-8887
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Ed Wainscott, Quarles & Brady Streich Lang
(Name)
One Renaissance Square, 2 N. Central Ave Phoenix AZ 85004
(Street) (City) (State) (Zip)
(602) 229-5704
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	13087	12312	775
307	Wells and Springs	39209	26376	12833
311	Pumping Equipment	2394	720	1674
320	Water Treatment Equipment	12356	5991	6365
330	Distribution Reservoirs and Standpipes	21561	9032	12529
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	25109	10040	15069
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	43867	43867	0
340	Office Furniture and Equipment	2091	578	1513
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	159674	108916	50758

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	13087	.0423	554
307	Wells and Springs	39209	.05	1960
311	Pumping Equipment	2394	.05	120
320	Water Treatment Equipment	12356	.05	618
330	Distribution Reservoirs and Standpipes	21561	.05	1078
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	25109	.05	1255
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	43867	.00	0
340	Office Furniture and Equipment	2091	.05	105
341	Transportation Equipment			
343	Tools, Shop and Garage Equip.			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	159674		5690

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME Mormon Lake Water Company

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 31176	\$ 41812
132	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	(1286)	-0-
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	-0-	-0-
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 29890	\$ 41812
	FIXED ASSETS		
101	Utility Plant in Service	\$ 159674	\$ 159674
103	Property Held for Future Use		
105	Construction Work in Progress	-0-	-0-
108	Accumulated Depreciation – Utility Plant	(103226)	(108916)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 56448	\$ 50758
	TOTAL ASSETS	\$ 86338	\$ 92570

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$ 865
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	1062	1360
235	Customer Deposits		1191
236	Accrued Taxes	1089	19
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	-0-	-0-
	TOTAL CURRENT LIABILITIES	\$ 2151	\$ 3435
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ ---	\$ ---
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ -0-	\$ -0-
	TOTAL LIABILITIES	\$ 2151	\$ 3435
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100	\$ 100
211	Paid in Capital in Excess of Par Value	353518	353518
215	Retained Earnings	(269431)	(264483)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 84187	\$ 89135
	TOTAL LIABILITIES AND CAPITAL	\$ 86338	\$ 92570

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 37018	\$ 38137
460	Unmetered Water Revenue		
474	Other Water Revenues	330	240
	TOTAL REVENUES	\$ 37348	\$ 38377
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water	18999	4057
615	Purchased Power	2365	1794
618	Chemicals		
620	Repairs and Maintenance	431	-0-
621	Office Supplies and Expense	791	1041
630	Outside Services	21148	15807
635	Water Testing	1175	855
641	Rents	1	1
650	Transportation Expenses	136	135
657	Insurance – General Liability		
659	Insurance – Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	2659	2462
403	Depreciation Expense	5790	5690
408	Taxes Other Than Income	16	15
408.11	Property Taxes	1720	1579
409	Income Tax	50	50
	TOTAL OPERATING EXPENSES	\$ 55281	\$ 33487
	OTHER INCOME/(LOSS)	\$ (17933)	\$ 4890
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 74	\$ 58
421	Non-Utility Income	30	-0-
426	Miscellaneous Non-Utility Expenses	(1432)	-0-
427	Interest Expense		
	TOTAL OTHER INCOME/EXPENSE	\$ (1328)	\$ 58
	NET INCOME/(LOSS)	\$ (19261)	\$ 4949

COMPANY NAME Mormon Lake Water Company

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ N/A

Meter Deposits Refunded During the Test Year \$ N/A

COMPANY NAME Mormon Lake Water Company

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-608464	1/3	8	67	6	5/8 x 3/4	1972
55-564454	1/2	8	105	5	5/8 x 3/4	1997
55-564838	1/2	7	114	5	5/8 x 3/4	1997
55-518665	1/2	8	105	6	5/8 x 3/4	1987

* Arizona Department of Water Resources Identification Number

OTHER WATER RESOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Mormon Lake Lodge	40	127,180
Pearson Water Company	N/A	19,500

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1	N/A	N/A
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
24000	1	760	1
12000	2		
15000	2		

COMPANY NAME Mormon Lake Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Galvanized	2500
3		
4		
5		
6		
8		
10		
12		
2.5	PVC	1050
2	PVC	1500
1	Poly	9300

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	152
3/4	
1	
1 1/2	1
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility-owned assets in each category.

TREATMENT EQUIPMENT:

2 – 50 GPM green sand iron filters

2 – liquid chlorinators

1 – 50 GPM multi-media final filters

STRUCTURES:

1 pump house 10 x 20

OTHER:

COMPANY NAME Mormon Lake Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMP (Thousands)
JANUARY	136	39,450	56,130
FEBRUARY	136	33,850	84,740
MACH	136	109,140	70,800
APRIL	136	92,285	87,140
MAY	136	193,195	283,880
JUNE	137	455,590	360,410
JULY	138	413,860	356,400
AUGUST	138	297,620	290,510
SEPTEMBER	138	311,427	257,690
OCTOBER	138	160,263	130,090
NOVEMBER	138	71,600	65,510
DECEMBER	138	58,850	68,570
TOTAL		N/A	2,111,870

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. See attached mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Mormon Lake Water Company YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 1649.32

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. N/A

COMPANY NAME Mormon Lake Water Company

YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>50</u>

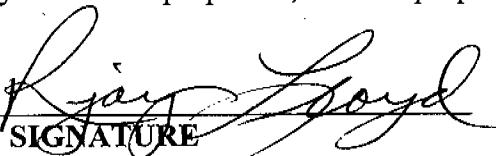
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u> </u>
Amount of Gross-Up Tax Collected	<u> </u>
Total Grossed-Up Contributions/Advances	<u> </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-13-05

DATE

Rjay Lloyd
PRINTED NAME

Secretary
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 18 2005

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

AZ Corporation Commission
Director Of Utilities

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Rjay Lloyd, Secretary</u>
COMPANY NAME
<u>Mormon Lake Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 38,377

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

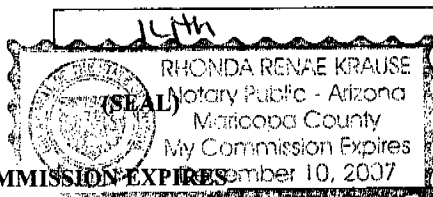
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Rjay Lloyd
SIGNATURE OF OWNER OR OFFICIAL
(480) 998-8888
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME
<u>Maricopa</u>
MONTH <u>April</u>
<u>2005</u>

Rhonda Renae Krause
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES December 10, 2007

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 18 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)		Maricopa
NAME (OWNER OR OFFICIAL)	Rjay Lloyd	TITLE Secretary
COMPANY NAME Mormon Lake Water Company		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

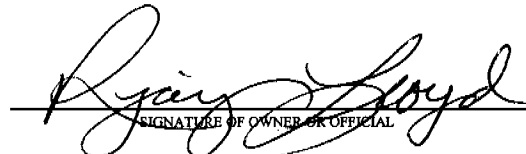
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 36,725

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
(480) 998-8888
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

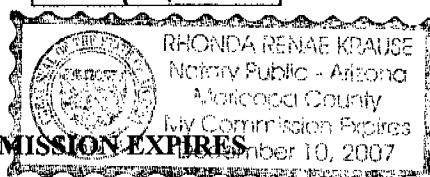
THIS

14th

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME Rhonda Renae Krause	
COUNTY NAME Maricopa	
MONTH April	2005

X 
SIGNATURE OF NOTARY PUBLIC

Mormon Lake Water Co.
Year Ended 12/31/04

Page 12, Annual Report

Level of arsenic for each well on your system

55-608464	less than .010
55-564454	less than .014
55-564838	less than .010
55-518665	less than .010

BANK OF AMERICA
91-176/1231

MORMON LAKE WATER CO.
P.O. BOX 30012
MORMON LAKE, AZ 86036

917-16-100

CHECK NO. 00003756

VOID

AFTER 180 DAYS

1217578

DATE 04/15/04 AMOUNT \$*****859.92

PAY EIGHT HUNDRED FIFTY NINE AND 92/100 *****

MORMON LAKE WATER CO.

TO THE
ORDER OF:

COCONINO COUNTY TREASURER
BONNY K KRASKE
110 E CHERRY AVE
FLAGSTAFF AZ 86001

BY

Ann Mayhew

⑆003756⑆ ⑆122101706⑆ 00035⑆751357⑆ ⑆0000085992⑆

MORMON LAKE WATER CO.
P.O. BOX 38012
MORMON LAKE, AZ 86038

917-10-100

BANK OF AMERICA
91-170/1221

VOID
AFTER 180 DAYS
1217578

CHECK NO. 00003787

DATE	AMOUNT
10/21/04	\$*****789.40

Pay SEVEN HUNDRED EIGHTY NINE AND 40/100 *****

TO THE
ORDER OF:

COCONINO COUNTY TREASURER
BONNY K KRASKE
110 E CHERRY AVE
FLAGSTAFF AZ 86001

MORMON LAKE WATER CO.

BY



"003787" 0122101706: 000035-751357"

"0000078940"